GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Agriculture & Cooperation Department-Horticulture - NFSM (Oil Palm) - Fixation of formula for the pricing of Oil Palm Fresh Fruit Bunches for the Oil Year 2019 - 2020 i.e., from November 2019 to October 2020 – Orders – Issued.

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AGRICULTURE & COOPERATION (HORTI & SERI) DEPARTMENT

G.O.RT.No. 36 Dated: 01-02-2021

Read the following:-

1) GO.Rt.No.10, A&C (Horti & Seri) Dept., dt.05.01.2015
2) GO. Rt.No.166, A&C (Horti) Dept., dt.16.03.2018.
3) Discussions of Price Fixation committee held on 28.05.2020 and 04.06.2020 under the Chairmanship of Hon'ble Minister (Agri).
4) e.file No. AGC03-20029/1/2019-RKVY SEC-NMOOP-HORTI received from the Commissioner of Horticulture, A.P., Guntur.

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ORDER:-

As per Section 13(1) of the Andhra Pradesh Oil Palm (Regulation of Production and Processing) Act, 1993, the Government is empowered to fix the price of Oil Palm Fresh Fruit Bunches (FFB) or authorize the Oil Palm Commissioner to do so, subject to the guidelines issued from time to time.

2. In the reference 4th read above, the Commissioner of Horticulture, A.P., Guntur, has stated that, a meeting was held on 28.05.2020 and 04.06.2020 with the Oil Palm Developers and Processors Association, AP State Oil Palm Farmers Welfare Association under the Chairmanship of the Hon'ble Minister for Agriculture & Horticulture, Andhra Pradesh at AP Secretariat, Amaravathi for finalization of Price fixing formula for Oil Palm Fresh Fruit Bunches (FFB) to be adopted during the Oil Year 2019 - 2020 i.e., from November 2019 to October 2020. After detailed discussion, it came to know that the AP Oil Fed Oil Palm factory at Pedavegi, West Godavari District is 28 years old, having old machinery which is not in good working condition and is under proposal of replacement with advanced modern machinery and under renovation. Due to outdated old machinery, the OER% of the said company cannot be taken as basis for any decision. Since the OER% has to be decided from a Government factory, it is proposed Telangana State Oilfed, which was the nearest Government factory to the oil palm fields. The Government factory i.e., Telangana State Oilfed, Aswaraopet has proposed to adopt OER% of 18.45% for the Oil year 2019 - 2020 i.e., from 1st November, 2019 to 31st October, 2020.

(P.T.O)

3. The Commissioner of Horticulture, AP, Guntur has accordingly proposed the following formula for the pricing of Oil Palm Fresh Fruit Bunches with effect from November, 2019 to October, 2020 (Oil year) under Section 13(1) of the AP Oil Palm (Regulation of Production and Processing) Act, 1993:-

> *"13.88 percent of net Crude Palm Oil (CPO) weighted average price on par with TSOILFED, (Based on the actual OER of 18.45% recovered for the Oil Year 2018-19 by the TSOILFED Unit (and also based on test results of FFBs processed at TSOILFED) Plus 75.25 percent on 10% recovery of Palm Nuts weighted average price realized".*

4. Government after careful examination of the matter, hereby fix the Oil Extraction Ratio percentage (OER%) as 16.72% for the oil year 2019 - 2020, i.e., from November, 2019 to October, 2020, so as to ensure that Oil Palm farmers of the State are not deprived of the remunerative price.

5. The Commissioner of Horticulture, A.P, Guntur, shall take further necessary action accordingly in the matter.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

POONAM MALAKONDAIAH
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The Commissioner of Horticulture, A.P., Guntur.
The Vice Chairman & Managing Director, AP Oilfed, Near CGO Complex, Auto Nagar, Vijayawada - 520010.

Copy to:
The Oil Palm Developers and Processors Association through Commissioner of Horticulture, AP, Guntur.
The A.P. State Oilpalm Farmers Welfare Association through Commissioner of Horticulture, AP, Guntur.
P.S to Addl. Secy. to C.M.
P.S.to Hon'ble Minister (Agri)
P.S.to Spl.C.S.to Govt. (Agri)
Sc

// FORWARDED BY ORDER //

SECTION OFFICER